

THINK FIRST OF THE ARK-LA-TEX, INC.

Shreveport, Louisiana

Financial Statements  
December 31, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 9/7/11

Marsha O. Millican  
A Professional Accounting Corporation  
Shreveport, Louisiana

THINK FIRST OF THE ARK-LA-TEX, INC.

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# Marsha O. Millican

A PROFESSIONAL ACCOUNTING CORPORATION

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Think First of the Ark-La-Tex, Inc.  
Shreveport, Louisiana

I have audited the accompanying statement of financial position of Think First of the Ark-La-Tex, Inc. (a non-profit organization) as of and for the year ended December 31, 2010. These financial statements are the responsibility of Think First of the Ark-La-Tex, Inc.'s management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America, and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Think First of the Ark-La-Tex, Inc. as of December 31, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, I have also issued a report dated June 20, 2011, on my consideration of Think First of the Ark-La-Tex, Inc.'s internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of my audit.

*Marsha O. Millican*

Certified Public Accountant  
June 20, 2011

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## THINK FIRST OF THE ARK-LA-TEX, INC.

## Statement of Financial Position

December 31, 2010

## ASSETS

## CURRENT ASSETS

Cash and Cash Equivalents	\$ 43,354
Grants Receivable	17,419
Prepaid Expenses	<u>604</u>
Total Current Assets	61,377

## PROPERTY AND EQUIPMENT (NET)

5,834

## Total Assets

\$ 67,211

## LIABILITIES AND NET ASSETS

## CURRENT LIABILITIES

Accounts Payable	<u>5,442</u>
Total Current Liabilities	<u>5,442</u>

## Net Assets:

Unrestricted	61,769
Temporarily Restricted	-
Permanently Restricted	<u>-</u>
Total Net Assets	<u>61,769</u>

## Total Liabilities and Net Assets

\$ 67,211

The accompanying notes are an integral part of this statement.

## THINK FIRST OF THE ARK-LKA-TEX, INC

## Statement of Activities

For the Year Ended December 31, 2010

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE:				
Support:				
Contributions	<u>\$ 25,663</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,663</u>
Total Support	<u>25,663</u>	<u>-</u>	<u>-</u>	<u>25,663</u>
Revenues:				
Grants	<u>-</u>	<u>78,543</u>	<u>-</u>	<u>78,543</u>
Special Events	<u>35,401</u>	<u>-</u>	<u>-</u>	<u>35,401</u>
Miscellaneous	<u>151</u>	<u>-</u>	<u>-</u>	<u>151</u>
Total Revenues	<u>35,552</u>	<u>78,543</u>	<u>-</u>	<u>114,095</u>
Total Support and Revenue	<u>61,215</u>	<u>78,543</u>	<u>-</u>	<u>139,758</u>
Net Assets Released from Restrictions:				
Satisfaction of Usage Restrictions	<u>78,543</u>	<u>(78,543)</u>	<u>-</u>	<u>-</u>
Total Support and Revenue	<u>139,758</u>	<u>-</u>	<u>-</u>	<u>139,758</u>
EXPENSES				
Program Expenses	<u>103,779</u>	<u>-</u>	<u>-</u>	<u>103,779</u>
General and Administrative	<u>10,009</u>	<u>-</u>	<u>-</u>	<u>10,009</u>
Special Events	<u>12,100</u>	<u>-</u>	<u>-</u>	<u>12,100</u>
Total Expenses	<u>125,888</u>	<u>-</u>	<u>-</u>	<u>125,888</u>
Change in Net Assets	<u>13,870</u>	<u>-</u>	<u>-</u>	<u>13,870</u>
Net assets, beginning of year	<u>47,899</u>	<u>-</u>	<u>-</u>	<u>47,899</u>
Net assets, end of year	<u>\$ 61,769</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,769</u>

The accompanying notes are an integral part of this statement.

## THINK FIRST OF THE ARK-LA-TEX, INC.

## Statement of Cash Flows

For the Year Ended December 31, 2010

## CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 13,870
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Loss on disposition of assets	249
Depreciation	2,208
Changes in assets and liabilities:	
Increase in grants receivable	(5,593)
Increase in prepaid expenses	(106)
Increase in accounts payable	<u>4,137</u>
Net cash provided by operating activities	<u>14,765</u>

## CASH FLOWS USED BY FINANCING ACTIVITIES:

Purchase of fixed assets	<u>(1,736)</u>
Net cash provided by investing activities	<u>(1,736)</u>
Net increase in cash	13,029
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>30,325</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 43,354</u>

The accompanying notes are an integral part of this statement.

THINK FIRST OF THE ARK-LA-TEX, INC.

Notes to Financial Statements

December 31, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. General:

Think First of the Ark-La-Tex, Inc. is a nonprofit organization exempt for Federal income tax purposes under Section 501 (c) (3) of the Internal Revenue Code and is exempt from federal and state income taxes. The Organization's mission is to prevent brain and spinal cord injuries through education and community activities. The Organization is managed by the officers of the corporation who are responsible to the Board of Directors as the bylaws require.

B. Basis of Accounting:

The accompanying financial statements have been prepared on the accrual basis of accounting.

C. Basis of Presentation:

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification, the single source of authoritative accounting principles generally accepted in the United States of America. (US GAAP). Under the Codification, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

D. Cash and Cash Equivalents:

For purposes of cash flows, the organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

E. Property and Equipment:

Purchased property and equipment are stated at cost. Donated property and equipment are stated at their fair market value on the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from five to ten years.

F. Contributions:

All contributions received are considered available for unrestricted use unless the donor specifies a restriction. Amounts received that are restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

(Continued)

THINK FIRST OF THE ARK-LA-TEX, INC.

Notes to Financial Statements

December 31, 2010

G. Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

H. Advertising:

Think First of the Ark-La-Tex, Inc. follows the policy of charging the costs of advertising to expense as incurred.

2. Concentrations of Credit Risk:

All cash accounts are fully collateralized by FDIC insurance.

3. Grants Receivable:

Grants Receivable represents amounts due under grant contracts and is fully collectible.

4. Fixed Assets:

Fixed assets consist of the following:

Furniture and Equipment	\$ 18,667
Accumulated Depreciation	<u>( 12,833)</u>
Net	<u>\$ 5,834</u>

5. Donated Material and Services:

Donated materials and equipment are reflected as contributions in the accompanying financial statements at their estimated values at date of receipt. No amounts have been reflected in the statements for donated services in as much as no objective basis is available to measure the value of such services and the donated services do not create a nonfinancial asset.

6. Lease Commitments:

The Company rented the space it occupies at a rate of \$498 per month for January through September and \$620 per month for October through December. The Company entered into a lease at a rate of \$620 per month from October 1, 2010 through September, 2011. Rent paid for the year ended December 31, 2010 totaled \$6,293.





# Marsha O. Millican

A PROFESSIONAL ACCOUNTING CORPORATION

## REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors  
Think First of the Ark-La-Tex, Inc.  
Shreveport, Louisiana

I have audited the financial statements of Think First of the Ark-La-Tex, Inc. as of and for the year ended December 31, 2010, and have issued my report thereon dated June 20, 2011. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

In planning and performing my audit, I considered Think First of the Ark-La-Tex, Inc.'s internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Organization's financial statements will not be prevented, or detected on a timely basis.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Think First of the Ark-La-Tex, Inc.'s financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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This report is intended solely for the information and use of management and federal and state awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

*Mandra D. Milheir*

Certified Public Accountant  
June 20, 2011

THINK FIRST OF THE ARK-LA-TEX, INC.

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2010

Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the financial statements.
2. No significant deficiencies in internal control over financial reporting were disclosed during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of Think First of the Ark-La-Tex, Inc. were disclosed during the audit.

Finding/Noncompliance

There were no findings for the year ended December 31, 2010.

THINK FIRST OF THE ARK-LA-TEX, INC.

Schedule of Prior Year Findings

For the Year Ended December 31, 2010

There were no findings for the year ended December 31, 2009.